

I. EXECUTIVE SUMMARY

The State of Michigan's Housing and Community Development Consolidated Plan is submitted pursuant to a U. S. Department of Housing and Urban Development (HUD) rule (24 CFR Part 91, 1/5/95) as a single submission covering the planning and application aspects of HUD's Community Development Block Grant (CDBG), Emergency Shelter Grant (ESG), HOME Investment Partnership (HOME) and Housing Opportunities for Persons with AIDS (HOPWA) formula programs.

The purpose of the 2008 Consolidated Plan is to describe programs and activities that it will undertake in conjunction with HUD programs funded with Federal Fiscal Year 2008 (FY08) dollars. The program year for the FY08 funded activities begins on January 1, 2008 and ends December 31, 2008. Funding from these programs is awarded to the State by HUD and administered by the Michigan State Housing Development Authority, the Michigan Strategic Fund through the Michigan Economic Development Corporation, and the Michigan Department of Community Health. Each of the programs and activities that are proposed for FY08 are described in detail in Section IV Annual Action Plans.

The programs and activities to be provided in FY08 address the housing and community development needs identified in the State of Michigan 2005 Five Year Plan. The 2005 Consolidated Plan references strategies developed to address the following goals of the programs that it covers during the five-year period January 1, 2005 through December 31, 2009. These include:

1. Expand the availability and supply of safe, decent, affordable, and accessible rental housing for low and extremely low-income individuals and families;
2. Improve and preserve the existing affordable housing stock and neighborhoods;
3. Increase homeownership opportunities for individuals and families by reducing the costs of homeownership;
4. Make homeless assistance more effective and responsive to local need through local autonomy and movement toward a continuum of care;
5. Develop linkages between the housing and service sectors to provide greater housing opportunities for households special needs; and,
6. Establish a suitable living environment and expand economic opportunities for low and moderate-income people through economic and infrastructure development.

This consolidated submission includes five action plans, which specify the use of federal funds by the State of Michigan to implement housing and community development activities under four HUD-funded formula programs. The amount of funding for these programs in FY08 has not yet been determined. The following table represents the projected FY08 allocation of funds for formula programs (i.e., CDBG, HOME, ESG, and HOPWA Programs):

Fiscal Year 2008 Funding (Projected)

Community Development Block Grant		
Economic Development/Infrastructure	\$22,244,600	
Downtown Development	\$ 6,161,400	
Housing	8,802,000	
Administration and Technical Assistance	1,192,000	
Total Community Development Block Grant		\$38,400,000
HOME Investment Partnership		22,064,646
 Emergency Shelter Grants		 2,813,305
 Housing Opportunities for Persons with AIDS		 893,000
 Total		 \$ 64,170,991

Objectives and Outcomes

The objectives and outcomes for the programs funded under the 2008 Consolidated Plan formula funding are identified in Table 3A in the Appendices.

Evaluation of Past Performance

The State believes the activities and strategies funded through the Consolidated Plan are making an impact on identified needs. The demand for the programs funded under CDBG, HOME, ESG and HOPWA remain greater than the funding available. Commitment and disbursement of funds are proceeding on a timely basis. As demonstrated by the 2007 production numbers to date identified in table 3A in the Appendix, federal funding is being used to accomplish the major goals cited in the State of Michigan Consolidated Plan. The overall goals of providing affordable housing and a suitable living environment are being accomplished with our homeowner, homebuyer and rental housing development programs. The overall goal of expanding economic opportunities for low and moderate-income persons is being met with the CDBG economic development program. The State does not believe an adjustment to its strategies is needed at this time.

FY 2008 Consolidated Plan Program Summary

Programs	Federal CDBG	Federal HOME	Federal ESG	Federal HOPWA
Homeowner				
County Allocation	X	X		
Housing Resource Fund	X	X		
Short term mortgage/utility assistance				X
Homebuyer				
County Allocation	X	X		
Housing Resource Fund	X	X		
Habitat for Humanity (ADDI)		X		
Rental				
Housing Resource Fund		X		
Supportive Housing		X		
Preservation (Multifamily)		X		
Equity Enhancement		X		
Leveraging Federal Projects		X		
Tenant Based Rental Assistance		X		X
Short term rent/utility assistance				X
Rental Rehabilitation	X	X		
Emergency Shelter				
Operating			X	
Essential Services			X	
Homeless Prevention			X	
Economic Development				
Job Creation	X			
Planning	X			
Incubator/Entrepreneurial Development.	X			
Elimination of Blight				
Private & Nonprofit Businesses	X			
Infrastructure Capacity Enhancement	X			
Downtown Development	X			
Business Development/Infrastructure	X			
Facade	X			
Signature Building	X			
Land Assembly	X			
Capacity/Enhancement	X			
Planning/Marketing	X			
Innovative/Unique Downtown Grants	X			